



AGENDA

CITY COUNCIL MEETING

55 West Williams Avenue Fallon, NV

August 04, 2026 at 9:00 AM

The Honorable City Council will meet in a regularly scheduled meeting on August 4, 2026 at 9:00 a.m. in the City Council Chambers, 55 West Williams Avenue, Fallon, Nevada.

Items on the agenda may be taken out of order. The Council may combine two or more agenda items for consideration. The Council may remove an item from the agenda or delay discussion relating to an item on the agenda at any time. Unless otherwise allowed by the City Council, public comments by an individual will be limited to three minutes.

1. Pledge of Allegiance to the Flag
2. Certification of Compliance with Posting Requirements
3. Public Comments
General in nature, not relative to any agenda items. No action may be taken on a matter raised under this item until the matter has been specifically included on an agenda as an item upon which action will be taken. **(For discussion only)**
4. Consideration and possible approval of Council Meeting Minutes for June 30, 2026. **(For possible action)**
5. Approval of Warrants **(For possible action)**
 - A) Accounts Payable
 - B) Payroll
 - C) Customer Deposit
6. Public Comments **(For discussion only)**
7. Council and Staff Reports **(For discussion only)**

This agenda has been posted on or before 9:00 a.m. on July 30, 2026 at City Hall, City's website (<https://fallonnevada.gov>) and the State of Nevada public notice website (<https://notice.nv.gov/>).

The supporting material for this meeting is also available to the public on the City's website (<https://fallonnevada.gov>) and the State of Nevada public notice website (<https://notice.nv.gov/>) or by contacting Elsie Lee, Deputy City Clerk, City Clerk's Office, City Hall, 55 West Williams Avenue, Fallon, Nevada, 775-423-5104

/s/ Elsie M. Lee

NOTICE TO PERSONS WITH DISABILITIES: Reasonable effort will be made to assist and accommodate physically handicapped persons desiring to attend the meeting. Please call the City Clerk's Office at 775-423-5104 in advance so that arrangements may be conveniently made.

**MINUTES
CITY OF FALLON
55 West Williams Ave
Fallon, Nevada
June 30, 2026**

The Honorable City Council met at a special meeting on the above date in the Council Chambers, 55 West Williams Avenue, Fallon, Nevada.

Present:

Mayor Pro Tem Kelly Frost
Councilwoman Karla Kent
Chief of Staff Bob Erickson
City Clerk Treasurer Michael O'Neill
Deputy City Clerk Elsie Lee
Deputy Public Works Adrian Noriega
Deputy Public Works Marco Guerrero
Deputy Public Works Erik Fain
Chief Daniel Babiarz
Captain John Riley
Captain Jose Perez
Engineer Derek Zimney
Emergency Manager Steve Endacott

The meeting was called to order by Mayor Pro Tem Frost at 9:00 a.m.

Mayor Pro Tem Frost led the Pledge of Allegiance.

Mayor Pro Tem Frost inquired if the agenda had been posted in compliance with NRS requirements.

City Clerk Treasurer Michael O'Neill advised that the agenda was posted in compliance with the NRS requirements.

Mayor Pro Tem Frost stated that Mayor Tedford and Councilman Harmon were both unable to attend the meeting.

Public Comments

Mayor Pro Tem Frost inquired if there were any public comments. She noted that comments are to be general in nature, not relative to any agenda items. No action may be taken on a matter raised under this item until the matter has been specifically included on an agenda as an item upon which action will be taken.

No comments were noted.

Report on transfers of appropriations between functions or programs within the General Fund, Convention Center Fund, Convention & Tourism Fund, Electric Fund,

Sewer Fund, Sanitation Fund, Landfill Fund, and Water Treatment Fund during fiscal year 2025-2026 as required by NRS 354.598005.

City Clerk Treasurer Michael O'Neill stated that NRS 354.598005 allows for budget appropriations to be transferred between functions and funds, if such transfers do not increase the total appropriations for the fiscal year and are not in conflict with other statutory provisions. The person designated to administer the budget may transfer appropriations between functions or programs within a fund, if both, the governing body is advised at the next Council meeting, and the action is recorded in the official minutes of the meeting. The attached schedule shows appropriation transfers made within the General Fund, Convention Center Fund, Convention & Tourism Fund, Electric Fund, Sewer Fund, Sanitation Fund, Landfill Fund, and Water Treatment Fund. There was no increase in total appropriations due to this action.

Mayor Pro Tem Frost inquired if there were any questions or comments from the Council or public.

No comments were noted.

Consideration and possible approval and adoption of Resolution No. 26-06-01: A resolution augmenting the Fiscal Year 2025-2026 budget of the General Fund in the amount of Two Million Nine Hundred Seventy-Two Thousand Dollars (\$2,972,000), the Convention Center Fund in the amount of Fifteen Thousand Dollars (\$15,000), the Airport Fund in the amount of Eight Hundred Thousand Dollars (\$800,000), the Mayor's Youth Fund in the amount of Fifteen Thousand Four Hundred Thirty Dollars (\$15,430), and the Convention and Tourism Fund in the amount of Three Hundred Sixteen Thousand One Hundred Fifty Dollars (\$316,150).

City Clerk Treasurer Michael O'Neill stated that NRS 354.598005 authorizes the City to augment a budget when anticipated resources actually available during a budget period exceed those estimated. The City must comply with NRS 354.598005 and NAC 354.400 through 354.490, inclusive, to properly augment a budget. Pursuant to NRS 354.598005(1)(a), to augment the appropriations of a fund to which ad valorem taxes are allocated as a source of revenue, the City Council must adopt a resolution reciting the appropriations to be augmented and the nature of the unanticipated resources intended to be used for the augmentation. The Council must publish notice of its intention to act on the resolution and must not take action until at least three (3) days after publication of the notice. The General Fund contains ad valorem taxes as a source of revenue which requires the publication of such a notice. The other governmental funds included in the resolution, the Convention Center Fund, the Airport Fund, the Mayor's Youth Fund, and the Convention & Tourism Authority Fund are not allocated ad valorem taxes and therefore do not require publication. Notice of the Council's intention to act on the proposed Resolution was published in the Fallon Post on June 26, 2026. The proposed Resolution satisfies the requirements of both the Nevada Revised Statutes and the Nevada Administrative Code. If approved, the proposed Resolution will augment the budget of the General Fund, the Convention Center Fund, the Airport Fund, the Mayor's Youth Fund, and the Convention & Tourism Authority Fund in order to properly account for the resources and expenditures of those funds.

Mayor Pro Tem Frost inquired if there were any questions or comments from the Council or public.

Councilwoman Kent thanked City Clerk Treasurer Michael O'Neill and Chief of Staff Bob Erickson on what a great job they did on informing her of today's agenda items.

Mayor Pro Tem Frost inquired if there were any further questions or comments from the Council or public.

No further comments were noted.

Councilwoman Kent motioned to approve and adopt Resolution No. 26-06-01: A resolution augmenting the Fiscal Year 2025-2026 budget of the General Fund in the amount of Two Million Nine Hundred Seventy-Two Thousand Dollars (\$2,972,000), the Convention Center Fund in the amount of Fifteen Thousand Dollars (\$15,000), the Airport Fund in the amount of Eight Hundred Thousand Dollars (\$800,000), the Mayor's Youth Fund in the amount of Fifteen Thousand Four Hundred Thirty Dollars (\$15,430), and the Convention and Tourism Fund in the amount of Three Hundred Sixteen Thousand One Hundred Fifty Dollars (\$316,150); seconded by Mayor Pro Tem Frost and approved with a 2-0 vote by the Council.

Consideration and possible approval and adoption of Resolution No. 26-06-02: A resolution authorizing a temporary interfund loan from the Landfill Enterprise Fund to the Water Enterprise Fund in the amount of One Million Two Hundred Thousand Dollars (\$1,200,000).

City Clerk Treasurer Michael O'Neill stated that the Water Enterprise Fund has limited cash resources for capital assets and infrastructure improvements. The Water Enterprise Fund expects to receive Nine Hundred Thousand Dollars (\$900,000) in grant funds from the Environmental Protection Agency in the next fiscal year. A utility rate increase was made July 1, 2025, based on the Consumer Price Index for all Urban Consumers – Pacific Cities and US City Average West (CPI) and an additional rate adjustment is scheduled for July 1, 2026. Staff are investigating an additional rate increase during the next fiscal year. To properly authorize a temporary interfund loan, the Council must comply with NRS 354.6118 and NAC 354.290. The proposed Resolution, and the findings and determinations contained therein, satisfy those requirements. If approved, the proposed temporary interfund loan will be repaid in full within one (1) year after the date on which the loan is made and will bear no interest.

Mayor Pro Tem Frost inquired if there were any questions or comments from the Council or public.

No comments were noted.

Councilwoman Kent motioned to approve and adopt Resolution No. 26-06-02: A resolution authorizing a temporary interfund loan from the Landfill Enterprise Fund to the Water Enterprise Fund in the amount of One Million Two Hundred Thousand Dollars (\$1,200,000); seconded by Mayor Pro Tem Frost and approved with a 2-0 vote by the Council.

Consideration and possible approval and adoption of Resolution No. 26-06-03: A resolution augmenting the Fiscal Year 2025-2026 budget of the Electric Enterprise Fund in the amount of Two Hundred Thirty-Four Thousand Dollars (\$234,000), the Water Enterprise Fund in the amount of Eighty Thousand Dollars (\$80,000), the Sanitation Enterprise Fund in the amount of One Hundred Sixty-Nine Thousand Dollars (\$169,000), the Landfill Enterprise Fund in the amount of One Hundred Sixty-Nine Thousand Dollars (\$169,000), the Water Treatment Reserve Fund in the amount of One Hundred Thousand Dollars (\$100,000), the Data Processing Internal Service Fund in the amount of Thirty Thousand Dollars (\$30,000), and the Public Works Internal Service Fund in the amount of Ninety-Five Thousand Dollars (\$95,000).

City Clerk Treasurer Michael O'Neill stated that NRS 354.598005 authorizes the City to

augment a budget when anticipated resources actually available during a budget period exceed those estimated. The City must comply with NRS 354.598005 and NAC 354.400 through 354.490, inclusive, in order to properly augment a budget. Pursuant to NRS 354.598005(l)(b), in order to augment the appropriations of an enterprise fund or internal service fund, the City Council must adopt a resolution providing therefore at a regular meeting of the Council. The attached proposed Resolution satisfies the requirements of both the Nevada Revised Statutes and the Nevada Administrative Code. If approved, the proposed Resolution will augment the budget of the Electric Enterprise Fund, the Water Enterprise Fund, the Sanitation Enterprise Fund, the Landfill Enterprise Fund, the Water Treatment Reserve Fund, the Data Processing Internal Service Fund, and the Public Works Internal Service Fund in order to properly account for the resources and expenditures of those funds. There is a revised resolution for this item that was provided to the Council and the public today. There were some minor corrections made for clerical information. On page 2 of the resolution, the Water Treatment Reserve Enterprise Fund initially listed that it had budget for \$41,772 in expenditures as of July 1st, that was incorrect. This fund had zero appropriations budgeted on July 1st, 2025. That makes the revised appropriation \$100,000. Additionally, on page 4 of this resolution, starting on the third paragraph, it inappropriately listed as appropriations, of the Landfill Enterprise Fund, and has now been corrected to, appropriations of the Water Treatment Reserve Enterprise Fund. The next paragraph was also adjusted, for the same reason. It inappropriately listed Landfill Enterprise Fund, in the last sentence, it should read, Data Processing Internal Service Fund. Again, in the next paragraph, the same error was made and has now been corrected. The last sentence reads as, Public Works Internal Service Fund, as described.

Mayor Pro Tem Frost inquired if there were any questions or comments from the Council or public.

Councilwoman Kent inquired if the motion was correct with the revised attachment.

City Clerk Treasurer Michael O'Neill stated that the motion reads correctly.

Mayor Pro Tem Frost inquired if there were any further questions or comments from the Council or public.

No further comments were noted.

Councilwoman Kent motioned to approve and adopt Resolution No. 26-06-03: A resolution augmenting the Fiscal Year 2025-2026 budget of the Electric Enterprise Fund in the amount of Two Hundred Thirty-Four Thousand Dollars (\$234,000), the Water Enterprise Fund in the amount of Eighty Thousand Dollars (\$80,000), the Sanitation Enterprise Fund in the amount of One Hundred Sixty-Nine Thousand Dollars (\$169,000), the Landfill Enterprise Fund in the amount of One Hundred Sixty-Nine Thousand Dollars (\$169,000), the Water Treatment Reserve Fund in the amount of One Hundred Thousand Dollars (\$100,000), the Data Processing Internal Service Fund in the amount of Thirty Thousand Dollars (\$30,000), and the Public Works Internal Service Fund in the amount of Ninety-Five Thousand Dollars (\$95,000); seconded by Mayor Pro Tem Frost and approved with a 2-0 vote by the Council.

Mayor Pro Tem Frost thanked City Clerk Treasurer Michael O'Neill for all his work done on these augmentations, and Chief of Staff Bob Erickson on explaining it, in depth.

City Clerk Treasurer Michael O'Neill stated that this was done with absolute support of staff.

Public Comments

Mayor Pro Tem Frost inquired if there were any public comments.

No comments were noted.

Council and Staff Reports

Mayor Pro Tem Frost inquired if there were any Council or staff reports.

Councilwoman Kent stated that she has heard that the Police Department will be cracking down on speeding in the City. That is one of the concerns I hear about a lot. I think this will be very good for our community. Thank you.

Mayor Pro Tem Frost wished everyone a Happy 4th of July commemorating our 250th anniversary of signing the Declaration of Independence. I am excited about the parade and all of the events that the City and Mayor's Commission have been planning at the park. It should be a good time for all to commemorate this anniversary. Thank you.

No further reports were noted.

Adjournment

There being no further business to come before the Council, Mayor Pro Tem Frost adjourned the meeting at 9:14 a.m.

Mayor Pro Tem Kelly Frost

Attest: _____
Michael O'Neill, City Clerk-Treasurer

RESOLUTION NO. 26-06-03

A RESOLUTION AUGMENTING THE FISCAL YEAR 2025-2026 BUDGET OF THE ELECTRIC ENTERPRISE FUND IN THE AMOUNT OF TWO HUNDRED THIRTY-FOUR THOUSAND DOLLARS (\$234,000), THE WATER ENTERPRISE FUND IN THE AMOUNT OF EIGHTY THOUSAND DOLLARS (\$80,000), THE SANITATION ENTERPRISE FUND IN THE AMOUNT OF ONE HUNDRED SIXTY-NINE THOUSAND DOLLARS (\$169,000), THE LANDFILL ENTERPRISE FUND IN THE AMOUNT OF ONE HUNDRED SIXTY-NINE THOUSAND DOLLARS (\$169,000), THE WATER TREATMENT RESERVE FUND IN THE AMOUNT OF ONE HUNDRED THOUSAND DOLLARS (\$100,000), THE DATA PROCESSING INTERNAL SERVICE FUND IN THE AMOUNT OF THIRTY THOUSAND DOLLARS (\$30,000), AND THE PUBLIC WORKS INTERNAL SERVICE FUND IN THE AMOUNT OF NINETY-FIVE THOUSAND DOLLARS (\$95,000).

WHEREAS, total resources of the Electric Enterprise Fund were budgeted to be Fourteen Million Six Hundred Thirty-Five Thousand Dollars (\$14,635,000) on July 30, 2025; and

WHEREAS, the total available resources of the Electric Enterprise Fund are now determined to be Fourteen Million Eight Hundred Sixty-Nine Thousand (\$14,869,000); and

WHEREAS, said additional resources of the Electric Enterprise Fund are as follows:

Electric Sales and Other Charges	\$186,000
Cash on Hand	<u>\$48,000</u>
Total	\$234,000; and

WHEREAS, there is a need to apply these excess resources in the Electric Enterprise Fund by augmenting the appropriations of the Electric Enterprise Fund as described in the attached detailed schedules; and

WHEREAS, total resources of the Water Enterprise Fund were budgeted to be Two Million Two Hundred Nine Thousand Five Hundred Dollars (\$2,209,500) on July 30, 2025; and

WHEREAS, the total available resources of the Water Enterprise Fund are now determined to be Two Million Two Hundred Eighty-Nine Thousand Five Hundred Dollars (\$2,289,500) and

WHEREAS, said additional resources of the Water Enterprise Fund are as follows:

Water Sales and Other Charges	\$80,000; and
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WHEREAS, there is a need to apply these excess resources in the Water Enterprise Fund by augmenting the appropriations of the Water Enterprise Fund as described in the attached detailed schedules; and

WHEREAS, total resources of the Sanitation Enterprise Fund were budgeted to be Three Million Seventeen Thousand Six Hundred Dollars (\$3,017,600) on July 30, 2025; and

WHEREAS, the total available resources of the Sanitation Enterprise Fund are now determined to be Three Million One Hundred Eighty-Six Thousand Six Hundred (\$3,186,600); and

WHEREAS, said additional resources of the Sanitation Enterprise Fund are as follows:

Sanitation Service Fees	\$85,000
Cash on Hand	<u>\$84,000</u>
Total	\$169,000; and

WHEREAS, there is a need to apply these excess resources in the Sanitation Enterprise Fund by augmenting the appropriations of the Sanitation Enterprise Fund as described in the attached detailed schedules; and

WHEREAS, total resources of the Landfill Enterprise Fund were budgeted to be Two Million Three Hundred Fifty-Seven Thousand Four Hundred Dollars (\$2,357,400) on July 30, 2025; and

WHEREAS, the total available resources of the Landfill Enterprise Fund are now determined to be Two Million Five Hundred Twenty-Six Thousand Four Hundred (\$2,526,400); and

WHEREAS, said additional resources of the Landfill Enterprise Fund are as follows:

Landfill Fees	\$130,000
Cash on Hand	<u>39,000</u>
Total	\$169,000; and

WHEREAS, there is a need to apply these excess resources in the Landfill Enterprise Fund by augmenting the appropriations of the Landfill Enterprise Fund as described in the attached detailed schedules; and

WHEREAS, total resources of the Water Treatment Reserve Enterprise Fund were budgeted to Zero Dollars (\$0) on July 1, 2025; and

WHEREAS, the total available resources of the Water Treatment Reserve Enterprise Fund are now determined to be One Hundred Thousand Dollars (\$100,000); and

WHEREAS, said additional resources of the Water Treatment Reserve Enterprise Fund are as follows:

Cash on Hand	\$100,000; and
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WHEREAS, there is a need to apply these excess resources in the Water Treatment Reserve Enterprise Fund by augmenting the appropriations of the Water Treatment Enterprise Fund as described in the attached detailed schedules; and

WHEREAS, total resources of the Data Processing Internal Service Fund were budgeted to be Three Hundred Sixty-Five Thousand Dollars (\$365,000) on July 1, 2025; and

WHEREAS, the total available resources of the Data Processing Internal Service Fund are now determined to be Three Hundred Ninety-Five Thousand Dollars (\$395,000) and

WHEREAS, said additional resources of the Data Processing Internal Service Fund are as follows:

Cash on Hand	\$30,000; and
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WHEREAS, there is a need to apply these excess resources in the Data Processing Internal Service Fund by augmenting the appropriations of the Data Processing Internal Service Fund as described in the attached detailed schedules; and

WHEREAS, total resources of the Public Works Internal Service Fund were budgeted to be Two Million Dollars (\$2,000,000) on July 1, 2025; and

WHEREAS, the total available resources of the Public Works Internal Service Fund are now determined to be Two Million Ninety-Five Thousand Dollars (\$2,095,000); and

WHEREAS, said additional resources of the Public Works Internal Service Fund are as follows:

Cash on Hand	\$95,000; and
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WHEREAS, there is a need to apply these excess resources in the Public Works Internal Service Fund by augmenting the appropriations of the Public Works Internal Service Fund as described in the attached detailed schedules; and

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Fallon that the fiscal year 2025-2026 budget of the Electric Enterprise Fund is hereby augmented by appropriating Two Hundred Thirty-Four Thousand Dollars (\$234,000), thereby increasing its appropriations from Fourteen Million Six Hundred Thirty-Five Thousand Dollars (\$14,635,000) to Fourteen Million Eight Hundred Sixty-Nine Thousand (\$14,869,000), in order to augment the appropriations of the Electric Enterprise Fund as described in the attached detailed schedules.

BE IT FURTHER RESOLVED that the fiscal year 2025-2026 budget of the Water Enterprise Fund is hereby augmented by appropriating Eighty Thousand Dollars (\$80,000), thereby increasing its appropriations from Two Million Two Hundred Nine Thousand Five Hundred Dollars (\$2,209,500) to Two Million Two Hundred Eighty-Nine Thousand Five Hundred Dollars (\$2,289,500), in order to augment the appropriations of the Water Enterprise Fund as described in the attached detailed schedules.

BE IT FURTHER RESOLVED that the fiscal year 2025-2026 budget of the Sanitation Enterprise Fund is hereby augmented by appropriating One Hundred Sixty-Nine Thousand Dollars (\$169,000), thereby increasing its appropriations from Three Million Seventeen Thousand Six Hundred Dollars (\$3,017,600) to Three Million One Hundred Eighty-Six Thousand Six Hundred (\$3,186,600) in order to augment the appropriations of the Sanitation Enterprise Fund as described in the attached detailed schedules.

BE IT FURTHER RESOLVED that the fiscal year 2025-2026 budget of the Landfill Enterprise Fund is hereby augmented by appropriating One Hundred Sixty-Nine Thousand Dollars

(\$169,000), thereby increasing its appropriations from Two Million Three Hundred Fifty-Seven Thousand Four Hundred Dollars (\$2,357,400) to Two Million Five Hundred Twenty-Six Thousand Four Hundred Dollars (\$2,526,400), in order to augment the appropriations of the Landfill Enterprise Fund as described in the attached detailed schedules.

BE IT FURTHER RESOLVED that the fiscal year 2025-2026 budget of the Water Treatment Reserve Enterprise Fund is hereby augmented by appropriating One Hundred Thousand Dollars (\$100,000), thereby increasing its appropriations from Zero Dollars (\$0) to One Hundred Thousand Dollars (\$100,000), in order to augment the appropriations of the Water Treatment Reserve Enterprise Fund as described in the attached detailed schedules.

BE IT FURTHER RESOLVED that the fiscal year 2025-2026 budget of the Data Processing Internal Service Fund is hereby augmented by appropriating Thirty Thousand Dollars (\$30,000), thereby increasing its appropriations from Three Hundred Sixty-Five Thousand Dollars (\$365,000) to Three Hundred Ninety-Five Thousand Dollars (\$395,000), in order to augment the appropriations of the Data Processing Internal Service Fund as described in the attached detailed schedules.

BE IT FURTHER RESOLVED that the fiscal year 2025-2026 budget of the Public Works Internal Service Fund is hereby augmented by appropriating Ninety-Five Thousand Dollars (\$95,000), thereby increasing its appropriations from Two Million Dollars (\$2,000,000) to Two Million Ninety-Five Thousand Dollars (\$2,095,000), in order to augment the appropriations of the Public Works Internal Service Fund as described in the attached detailed schedules.

BE IT FURTHER RESOLVED that the City Clerk/Treasurer shall immediately forward all necessary documentation relating to this Resolution to the Nevada Department of Taxation.

BE IT FURTHER RESOLVED that this Resolution shall be effective immediately upon approval and adoption and that the budget augmentations contained herein shall be effective upon delivery of an executed copy of this Resolution to the Nevada Department of Taxation.

APPROVED AND ADOPTED by the City Council of the City of Fallon, Nevada this 30th day of June, 2026.

Those voting aye: Councilwoman Frost and Councilwoman Kent

Those absent: Councilman Harmon

KELLY FROST
Mayor Pro Tem

ATTEST: _____
MICHAEL O'NEILL
City Clerk/Treasurer